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ATTACHMENT 1
(Same as DD/P Attachment 7)

Inspector General's Recommendation, Page 51

Recommended DCI Action: Approve

Inspector General's Statement

25X1

25X1

[redacted] authorized to provide assistance to [redacted] personnel in terms of housing, furniture and furnishings within the limits of security and using whatever funds are available for the purpose. The extent of such assistance shall be determined by the COS and he should not be required to exceed safe limits established by him.

DD/P Comment

Concur.

DD/S Comment

Concur. Upon approval of the DCI, action will be initiated with elements concerned.

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ATTACHMENT 3
(Same as DD/P Attachment 9)

Inspector General's Recommendation, Page 57 (First Recommendation)

Recommended DCI Action: Defer Action

Inspector General's Statement

25X1 The Chief, TSS, in collaboration with the Chief,
FE Division, develop plans for relocating the TSS
[redacted] on a
permanent long-term basis.

DD/P Comment

25X1 Defer action: [redacted] is currently conducting
a review of the feasibility of relocating [redacted]
25X1 [redacted] Recommend that action be
[redacted] withheld pending completion of this review.

DD/S Comment

Concur with DD/P's recommendation to defer action.

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ATTACHMENT 4
(Same as DD/P Attachment 12)

Inspector General's Recommendation, Page 72

Recommended DCI Action: Approve

Inspector General's Statement

25X1

Chief, FE, in collaboration with the Comptroller arrange to maintain continuity in finance operations at the [redacted] by revising the schedule of assignments and transfers to provide an overlapping of tours of duty for any finance personnel.

DD/P Comment

Concur.

DD/S Comment

Concur. All support career service panels have been cautioned to assure continuity of operations in scheduling reassessments and transfers.

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ATTACHMENT 5
(Same as DD/P Attachment 13)

Inspector General's Recommendation, Page 73

Recommended DCI Action: Approve.

Inspector General's Statement

25X1 The DD/S terminate the assignment of the Legal Counsel in [redacted] when the present effort to review Agency interests [redacted] has been completed.

25X1

DD/P Comment

Concur: [redacted] believes that the present effort of the Legal Counsel will be completed by July 1959, coinciding with the completion of the Legal Counsel's tour of duty in [redacted]

25X1

DD/S Comment

Concur. It is not planned to replace the present Legal Counsel in [redacted] upon completion of his tour in July 1959.

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ATTACHMENT 6

(Same as DD/P Attachment 14)

Inspector General's Recommendation, Page 76

Recommended DCI Action: Approve

25X1

Inspector General's Statement

The Chief of the [redacted] develop plans for providing Station medical support from local sources or through collaboration with other U.S. civilian agencies to replace diminishing Military medical support.

DD/P Comment

Concur.

DD/S Comment

Concur.

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ATTACHMENT 7
(Same as DD/P Attachment 17)

Inspector General's Recommendation, Page 97

Recommended DCI Action: Approve

Inspector General's Statement

Chief, FE, within his area of responsibility dis-
approve the assignment or transfer of [redacted]

25X1
25X1 [redacted] If such transfer is deemed neces-
sary, the full background of the individual must accom-
pany the transfer for the information of the COB and
the Security or Medical Officer, as appropriate.

25X1

DD/P Comment

Concur.

DD/S Comment

Concur.

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ATTACHMENT 8
(Same as DD/P Attachment 28)

Inspector General's Recommendation, Page 161

Recommended DCI Action: Disapprove

Inspector General's Statement

The DD/P, on a step by step basis, delegate
to the Chief, FE Division, responsibility for
budgeting all projects and operations [redacted]

25X1

25X1

DD/P Comment

Non-concur: The possible bookkeeping
advantage gained from the recommended arrangement
would be outweighed by lost flexibility. Further,
this recommendation, if approved, would create a
contradiction between it and the recommendation on
page 159 which is designed to stimulate productive
[redacted] operations by placing more operational re-
sponsibility with other divisions.

25X1

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DD/S Comment

Non-concur. Budget principles now followed Agency-wide place the responsibility for budgeting and managing on that division which conducts the project or operation.

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ATTACHMENT 9
(Same as DD/P Attachment 42)

Inspector General's Recommendations, Page 207

Recommended DCI Action: Approve as modified

Inspector General's Statement

The Chief, FE Division, establish and control
the logistics support and other assistance provided

25X1

DD/P Comment

Concur with modification: We fully agree with
the reasoning of the Inspector General that this form
of assistance should be managed so as to realize the
fullest operational advantage. The problem was
discussed with the new Chief of Station and he is,
of course, aware of the advantages to be obtained

from the provision of items and services

25X1

In view of the
fact that much of the support is for the purpose of

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25X1

[redacted] it

would be somewhat cumbersome to attempt to control the activity through a headquarters project or projects, and such might tend to inhibit the provision of support just enough to nullify its usefulness. It is suggested that the provision of such support be left to the discretion and control of the Chief of Station in order to insure that he is in a position to respond with confidence to opportunities involving [redacted]

25X1

25X1

DD/S Comment

Concur with DD/P comment. Have no objection to leaving control with COS.

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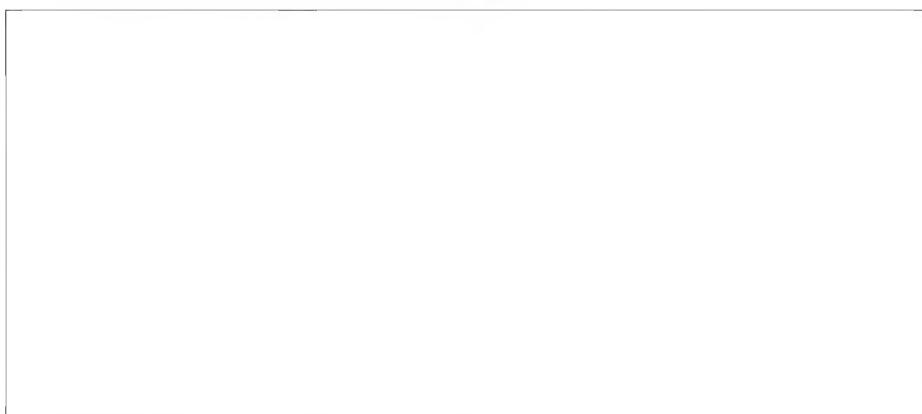
ATTACHMENT 10
(Same as DD/P Attachment 44)

Inspector General's Recommendation, Page 218

Recommended DCI Action: Approve as modified

Inspector General's Statement

25X1



DD/P Comment

Concur with modification: The future status of
25X1 the [redacted] will be given further study to determine
the best means of disposal at the appropriate time.

DD/S Comment

Concur with DD/P comment.

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ATTACHMENT 11
(Same as DD/P Attachment 59)

Inspector General's Recommendation, Page 239

Recommended DCI Action: Approve

Inspector General's Statement

25X1

DD/P Comment

Concur: Discussions will be held with the Director
of Security concerning the situation described in the
25X1 [redacted] by the Inspector General.

FE will follow the progress of the discussions between
25X1 the Office of Security and the [redacted] to
insure the necessary coordination between Headquarters
25X1 and the [redacted]

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DD/S Comment

Concur. The Director of Security in May sent
25X1 _____
to [redacted] a suggested form of briefing
for its officers and employees going overseas which
should prevent recurrences of [redacted]
[redacted] the type referred to in all [redacted]
installations abroad.

25X1

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ATTACHMENT 12
(Same as DD/P Attachment 60)

Inspector General's Recommendation, Page 239

Recommended DCI Action: Approve as modified

Inspector General's Statement

The Director of Security confer with the Chief,
FE Division, and establish realistic security standards
applicable to operations at the [redacted]

25X1

DD/P Comment

Concur with modification: In a recent Headquarters

visit [redacted] discussed this
problem and, as a result, [redacted]

[redacted] In

addition, FE will review the security problem of the
25X1 [redacted]

administrative work that is being done
at home and will make realistic recommendations to
the Director of Security.

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DD/S Comment

Concur with DD/P comment. A survey will be conducted by the Area Security Officer and a report made.

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ATTACHMENT 13
(Same as DD/P Attachment 65)

Inspector General's Recommendation, Page 244

Recommended DCI Action: Disapprove

Inspector General's Statement

25X1

The Director of Logistics eliminate the present requirement that the [redacted] Station report all local purchases over \$10 to [redacted] as well as to Headquarters.

25X1

DD/P Comment

25X1

Non-concur: The present requirement to report all local purchases to both [redacted] and Headquarters [redacted] 25X1 is not duplication on the part of the [redacted]

Station since Headquarters receives only an informa-

25X1

tion copy of a given report sent to [redacted] The

only exception to this procedure is the direct correspondence to and from Headquarters concerning those

25X1

items controlled by Headquarters. Since [redacted]

[redacted] it must adhere to the Financial Property Accounting (FPA) procedures.

25X1

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Because of the [redacted] limited T/O,

25X1

there are not sufficient support personnel to

perform the required clerical operations involved

25X1

in the FPA procedures and hence the [redacted]

has found it expedient and efficient to assign these

25X1

duties to [redacted] where sufficient personnel and

physical facilities exist. The only two alternatives

to this system would be either to have Headquarters

or [redacted] perform the required bookkeeping.

If this function were performed by Headquarters, the

25X1

same administrative work would be required of the

25X1

[redacted] If the [redacted] were

25X1

responsible for the required FPA procedures, additional

support personnel and physical facilities would have to

be added. We disagree with the recommendation since the

25X1

FPA procedures must be performed for the [redacted]

and the present system has been designed to do the work

properly.

DD/S Comment

Concur with DD/P's discussion of problem.

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ATTACHMENT 14
(Same as DD/P Attachment 69)

Inspector General's Recommendation, Page 268

Recommended DCI Action: Approve

Inspector General's Statement

The Chief, FE Division, initiate action toward a study of the vehicle situation at [redacted] with a view to reassessing vehicular needs and revising the Station TVA accordingly, reviewing use and maintenance practices from the viewpoint of economy and efficiency, and assessing the need for the present number of chauffeur-driven vehicles.

25X1

DD/P Comment

Concur: Transportation Division, Office of Logistics is currently reviewing and revising, in coordination with FE Division, the Station TVA. The Station has been advised by dispatch to review use and maintenance practices and to assess and report to Headquarters on the need for the present number of chauffeur-driven vehicles.

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DD/S Comment

Concur. Review has been completed and a revised
TVA has been sent to the Station.

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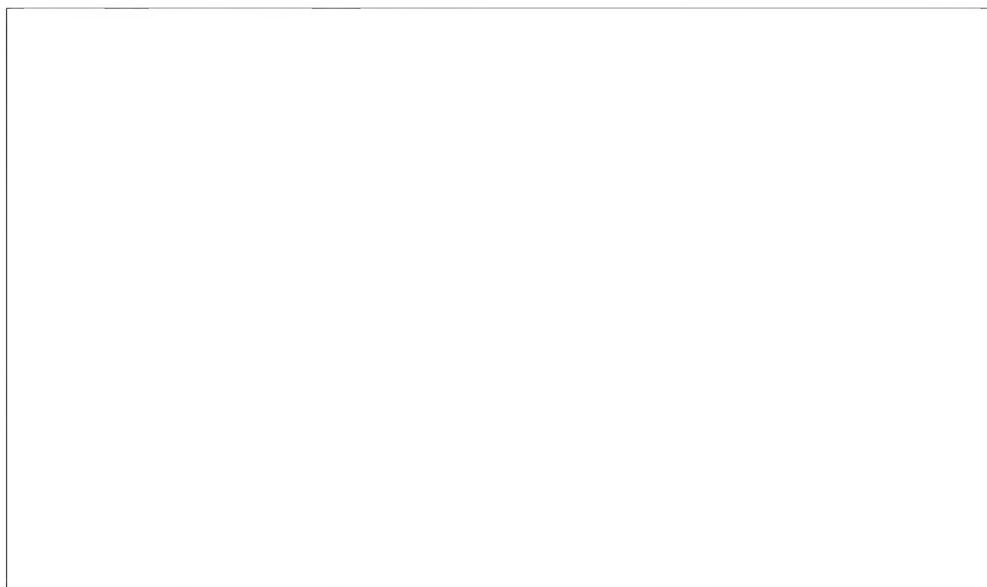
ATTACHMENT 15
(Same as DD/P Attachment 92)

Inspector General's Recommendation, Page 353

Recommended DCI Action: Approve

Inspector General's Statement

25X1



DD/P Comment

- (a) Concur: This recommendation is being implemented.
- (b) Concur: A memorandum is being prepared requesting the Director of Security to take the required action.

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(c) Concur: This recommendation is being implemented and the individual assigned will arrive at the Station in September 1958.

DD/S Comment

Concur. Action has been taken and a formal memorandum directed to [redacted] by the Director of Security.

25X1

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ATTACHMENT 16
(Same as DD/P Attachment 98)

Inspector General's Recommendation, Page 360

Recommended DCI Action: Approve as Modified

Inspector General's Statement

25X1

a. The Chief, [redacted] eliminate the Executive Officer position.

25X1

25X1

b. The Chief, [redacted] return the [redacted] man on detail from the [redacted] [redacted] project to the Administrative Unit to his original assignment.

25X1

c. The Chief, [redacted] eliminate one Finance Officer position.

25X1

d. The Chief, [redacted] expedite assignment of an Administrative Assistant to the Administrative Unit.

DD/P Comment

Concur with modification:

a. This recommendation is being implemented in the revised T/O now under preparation.

b. This recommendation has been implemented.

c. Although this recommendation is being proposed to the Chief of Station, it is understood that this

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second finance position was placed on the T/O because Finance Division felt that two slots were required. Further discussion will be held.

d. This has been implemented.

DD/S Comment

Concur. However, after further study FE Division desires to retain both Finance Division slots at this time.

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ATTACHMENT 17
(Same as DD/P Attachment 116)

Inspector General's Recommendation, Page 401

Recommended DCI Action: Approve

Inspector General's Statement

25X1

DD/P Comment

Concur: FE Division will consult with DD/S
on this matter.

DD/S Comment

Concur. Consultations will be held between
FE Division and DD/S after conferring with the COS
in December.

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ATTACHMENT 18
(Same as DD/P Attachment 131)

Inspector General's Recommendation, Page 433

Recommended DCI Action: Approve

Inspector General's Statement

25X1



DD/P Comment

Concur

DD/S Comment

Upon approval by DCI discussions will be renewed by the Office of Personnel with DD/P to simplify this problem.

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ATTACHMENT 19
(Same as DD/P Attachment 183)

Inspector General's Recommendation, Page 571

Recommended DCI Action: Approve

Inspector General's Statement

(a) The DCI approve the development of a program for the interchange between components of the DD/P and the DD/I of personnel engaged in the processing of intelligence information

(b) The DD/S authorize the by-passing or elimination, if necessary, of administrative restrictions which would impede the accomplishment of the exchange of personnel envisioned in this program.

(c) The DD/P and the DD/I concur in and lend their support to the program in principle, and to the pilot program suggested above.

(d) The pilot program be observed carefully for a period of six months, at which time it be expanded as rapidly as experience and other factors permit.

DD/P Comment

Concur: Since the preparation of this Inspector General report informal discussions have been held

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between representatives of the FE Division and the DD/I on this subject, with an officer from the Inspector General's office participating. While we agree with the possible value of such an interchange program its realization is difficult. A very conscientious effort has been and is being made in the FE Division to locate suitable [redacted] for exchange, but without success. [redacted]

25X1

25X1

25X1

DD/S Comment

Concur: This program has many facets but when an equal exchange of personnel between DD/I and DD/P can be arranged there are no administrative restrictions or delays.

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ATTACHMENT 20
(Same as DD/P Attachment 190)

Inspector General's Recommendation, Page 592

Recommended DCI Action: Approve

Inspector General's Statement

25X1

The DD/S continue efforts to improve the quality of Support personnel in the FE Division area, especially in the smaller Stations where [redacted] support generalist is available.

DD/P Comment

Concur

DD/S Comment

Concur: Career services are continuing efforts to obtain experienced personnel having general all around capabilities for the smaller stations.

30.
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ATTACHMENT 21
(Same as DD/P Attachment 192)

Inspector General's Recommendation, Page 596

Recommended DCI Action: Approve in principle

Inspector General's Statement

(a) The DD/S eliminate the FE Division stock account and establish a procedure whereby all Division obligations are charged directly against project accounts both in the Field and in Headquarters.

(b) The DD/S eliminate or minimize other financial accounting and budget procedures which prevent Field Stations and other Agency components from obtaining true cost figures on projects and inventoried property.

DD/P Comment

Concur in principle: Part (a) of the recommendation should be world-wide in application and not restricted to FE Division. Part (b) the new Type II Accounting has minimized procedures but alone cannot provide cost figures.

DD/S Comment

With respect to part (a) the advantages and disadvantages of continuance of the FE Division stock account will be explored in collaboration with DD/P personnel and a conclusion reached as to whether the use of this account should be continued for the FE area on its present basis or eliminated. Stock allotment accounts were designed primarily for the procurement of materiel purchased for stock and subsequent issue to specific using projects and activities. In such circumstances obligations for property acquired cannot be charged directly against the using project accounts as contemplated in the IG recommendation. Procurement (or stock) allotment accounts are utilized for substantially all procurement at headquarters. Under the Financial Management Improvement Program improved costing techniques will be developed and placed into effect to permit identification of costs to the related activities but this will not obviate the need for procurement allotments or other techniques for processing transactions involving the purchase of property in advance of its actual identification with using activities.

30b

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Concerning part (b) the Agency's financial accounting and budget procedures are designed to furnish obligation and expenditure data as well as cost data to fulfill both legal and management requirements. Cost data are being accumulated but, apparently, are not being reported in the detail and at the level desired. One of the objectives of the Agency's Financial Management Improvement Program is the compilation and distribution of cost data in the detail and level desired by management. Experiments and discussions are now being conducted in order to arrive at a practical solution to this problem.

30c

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ATTACHMENT 22
(Same as DD/P Attachment 193)

Inspector General's Recommendation, Page 598

Recommended DCI Action: Approve

Inspector General's Statement

The DD/S examine the Financial Property Accounting procedures now being extended overseas and insure that these procedures are clear and simple, and do not add any unnecessary support burden to Field Stations and Bases.

DD/P Comment

Concur

DD/S Comment

Concur. Every effort will be made not to add unnecessary burdens to the Field Stations in devising procedures to accomplish the legislative aims of Financial Property Accounting.

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ATTACHMENT 23
(Same as DD/P Attachment 199)

Inspector General's Recommendation, Page 607

Recommended DCI Action: Approve

Inspector General's Statement

The DD/S continue efforts to simplify and clarify Support Regulations and related Instructions for use in the Field.

DD/P Comment

Concur

DD/S Comment

Concur. There is a program under way to simplify Support Regulations by eliminating detailed procedural provisions and incorporating them into handbooks.

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ATTACHMENT 24
(Same as DD/P Attachment 201)

Inspector General's Recommendation, Page 616

Recommended DCI Action: Approve

Inspector General's Statement

25X1

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DD/P Comment

25X1

Concur:

25X1

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25X1

The DD/P also has been working on more
flexible administrative procedures and is in the process
of making specific recommendations to the DD/S.

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DD/S Comment

Concur: A regulation has been prepared and is
being coordinated which has more flexible provisions

25X1

34

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ATTACHMENT 25
(Same as DD/P Attachment 202)

Inspector General's Recommendation, Page 618

Recommended DCI Action: (a) Approve
(b) Approve with modification

Inspector General's Statement

25X1 (a) The DD/S terminate the area support complex centered in [redacted] and to the extent practicable provide direct Headquarters' support in the form of trained personnel and guidance to the field stations and bases.

25X1 (b) The DD/S relocate all support that can best be performed centrally [redacted] and phase out [redacted] as area support bases. 25X1

DD/P Comment

(a) Concur. (b) Concur with modification:
The procurement function should be continued at
25X1 [redacted] should be maintained.

DD/S Comment

(a) Concur. This has been largely accomplished; however, limited support functions such as the Area

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Security Officer should remain. (b) Concur
with DD/P modifications with respect to the
25X1 [redacted] procurement function and [redacted]

25X1

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ATTACHMENT 26
(Same as DD/P Attachment 203)

Inspector General's Recommendation, Page 620

Recommended DCI Action: Approve

Inspector General's Statement

Under the direction of the DD/S, and in coordination with the DD/P, a review be made of the status of personnel hired on a contract basis to perform professional duties normally handled by staff employees. The main purpose of this review should be to determine whether contracts of employees in the category described should be revised to include benefits or entitlements designed to bring their employment position into more favorable comparison with that of staff employees performing similar functions.

DD/P Comment

Concur: We have been working on this serious and difficult problem for several years. We shall be glad to cooperate with representatives of the DD/S in an effort to arrive at an equitable solution.

DD/S Comment

Concur: In connection with review of [redacted] the entire subject of contract employment, including benefits and entitlements, will be studied.

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